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Attorneys for Reed Group, LLC

UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

KENNETH F. PHILLIPS,

Plaintiff.

v.

REED GROUP, LLC, STACEY GRACE, PRESLEY REED, PETER B. NAGEL, as Trustee of the Presley Reed 1999 Family Trust

Case No.

RULE 7.1 DISCLOSURE STATEMENT

Defendants.

Pursuant to Rule 7.1 of the Federal Rules of Civil Procedure, the undersigned attorneys of record for defendant Reed Group, LLC certify (i) that Reed Group, LLC has no parent corporation and (ii) that there is no publicly held corporation that owns 10% or more of Reed Group, LLC stock.

Dated: New York, New York April 30, 2007

GREENBERG TRAVRIO, LLP

By(_

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